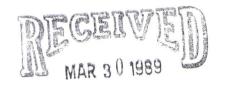


BP Minerals America Barneys Canyon Mine P.O. Box 311 Bingham Canyon, Utah 84006-0311 (801) 569-6685 FAX (801) 569-6898



ERALS PROGRAM

DIVISION OF OIL, GAS & MINING

BARNEYS CANYON

March 29, 1989

Mr. Dave Kopta Bureau of Air Quality 288 North 1460 West Salt Lake City, Utah 84116

Mr. Kent Miner Salt Lake County Water Quality & Hazardous Waste 3 Triad Center, Suite 350 610 South 200 East Salt Lake City, Utah 84111

Commence construction of leach pad BC-1

Mr. Don Ostler Bureau of Water Pollution Control P. O. Box 16690 Salt Lake City, Utah 84116

Mr. Lowell Braxton Division of Oil, Gas and Mining Salt Lake City, Utah 84180

March 29, 1989

Dear Messrs:

With the issuance of the construction permit (effective March 24, 1989) for process plant, leach pad and solution impoundment facilities for the Barneys Canyon Gold project, significant construction activities are now in progress. In order to keep you informed of our plans, the following targets or milestones are provided:

Commence removal of waste from Barneys Canyon pit*	June 10, 1989
Commission ore crushing/overland conveying system	June 15, 1989
Commence placement of protective overliner material on HDPE liner for leach pad BC-1	June 19, 1989
Initiate leaching operations	August 1, 1989
Commission gold recovery circuit	August 15, 1989
First gold pour	September 15, 1989

^{*} removal of overburden from mine site for construction of haul roads and land bridges was initiated in February 1989.

Please be assured we recognize and are committed to fulfilling any and all obligations relating to previously approved permits and yet-to-be submitted and/or approved operating plans. This schedule, as presented, provides a general time frame for some of the major project activities.

If you have any questions about the foregoing, contact me at 569-7200 or Ms. Cindy Emmons, Environmental Project Manager, at 322-8347.

Sincerely,

R. J. Ramsey General Manager

Barneys Canyon Mine

cc: L. K. Jacobsen

- C. Emmons
- G. D. Schurtz
- B. Buck JBR Consultants